

Press Release

Praksons Extracts India Private Limited

June 16, 2021

Rating Withdrawn



Total Bank Facilities Rated	Rs. 13.50 Cr.#
Long Term Rating	ACUITE B+ (Withdrawn; Issuer not co-operating*)

refer Annexure for details

* The issuer did not co-operate; based on best available information.

Rating Rationale

Acuite has withdrawn the long-term rating to '**ACUITE B+ (read as ACUITE B plus)**' on the Rs.13.50 crore bank facilities of Praksons Extracts India Private Limited. The rating withdrawal is in accordance with Acuite's policy on withdrawal of rating. The rating continues to be flagged as "Issuer Not-Cooperating".

The rating is being withdrawn on account of request received from the company and NOC received from the banker.

Incorporated in February, 2016, Praksons Extracts India Pvt Ltd (PEIPL) is setting up 2400 tons per annum of Curcumin extraction and 240 tons per annum of other spices extraction plant in Hubli, Karnataka with a total project cost of Rs.14.50 crores. The company is promoted and managed by Mr. Prakash Jain and Mr. Amit Jain. Promoters have more than three decades of experience in pharmacy. They own and run one of the largest retail shops in Pharmaceuticals in Hubli in the name of 'Pharmacy – The Medicine House' and 'Suraj Pharma'.

Non-cooperation by the issuer/borrower

Acuite has been requesting for data, information and undertakings from the rated entity for conducting surveillance & review of the rating. However, the issuer / borrower failed to submit such information before due date.

Acuite believes that information risk is a critical component in such ratings, and non-cooperation by the issuer along with unwillingness to provide information could be a sign of potential deterioration in its overall credit quality

Applicable Criteria

- Default Recognition - <https://www.acuite.in/view-rating-criteria-52.htm>
- Manufacturing Entities - <https://www.acuite.in/view-rating-criteria-59.htm>

Limitation regarding information availability

The rating is based on information available from sources other than the issuer / borrower (in the absence of information provided by the issuer / borrower). Acuite endeavoured to gather information about the entity / industry from the public domain. Therefore, Acuite cautions lenders and investors regarding the use of such information, on which the indicative credit rating is based.

Liquidity Position

No information provided by the issuer/ available for Acuite to comment upon.

Rating Sensitivities

No information provided by the issuer/ available for Acuite to comment upon.

About the Rated Entity - Key Financials

The rated entity has not shared the latest financial statements despite repeated requests.

Status of non-cooperation with previous CRA (if applicable)

None

Any other information

Acuite is yet to receive the latest No Default Statement (NDS) from the rated entity, despite repeated requests and follow-ups.

Rating History (Upto last three years)

Date	Name of Instrument / Facilities	Term	Amount (Rs. Cr)	Ratings/Outlook
25-Sept-2020	Term Loan	Long Term	11.00	ACUITE B+ Issuer not co-operating*
	Cash Credit	Long Term	2.50	ACUITE B+ Issuer not co-operating*
01-July-2019	Term Loan	Long Term	11.00	ACUITE B+ Issuer not co-operating*
	Cash Credit	Long Term	2.50	ACUITE B+ Issuer not co-operating*
04-Jun-2018	Term Loan	Long Term	11.00	ACUITE B+ / Stable (Assigned)
	Cash Credit	Long Term	2.50	ACUITE B+ / Stable (Assigned)

*Annexure – Details of instruments rated

Name of the Facilities	Date of Issuance	Coupon Rate	Maturity Date	Size of the Issue (Rs. Crore)	Ratings/Outlook
Term Loan	Not Available	Not Available	Not Available	11.00	ACUITE B+ (Withdrawn; Issuer not co-operating*)
Cash Credit	Not Applicable	Not Applicable	Not Applicable	2.50	ACUITE B+ (Withdrawn; Issuer not co-operating*)

Contacts

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About Acuité Ratings & Research:

Acuité Ratings & Research Limited is a full-service Credit Rating Agency registered with the Securities and Exchange Board of India (SEBI). The company received RBI Accreditation as an External Credit Assessment Institution (ECAI), for Bank Loan Ratings under BASEL-II norms in the year 2012. Since then, it has assigned more than 6,000 credit ratings to various securities, debt instruments and bank facilities of entities spread across the country and across a wide cross section of industries. It has its Registered and Head Office in Mumbai.

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